BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

CALIFORNIA ISP ASSOCIATION, INC.,

Complainant,

VS.

PACIFIC BELL TELEPHONE COMPANY (U-1001-C); SBC ADVANCED SOLUTIONS, INC. (U-6346-C) and DOES 1-20,

Case 01-07-027 (Filed July 26, 2001)

Defendants.

ADMINISTRATIVE LAW JUDGE'S RULING REGARDING EX PARTE CONTACT

On August 13, 2002, I received a voicemail message from Jim Pickerell (Pickerell), who claimed that he was a member of the California Internet Service Provider Association (CISPA or Complainant) and who voiced displeasure with the settlement agreement filed jointly on August 12, 2002, by CISPA and Defendants as part of a motion for approval of a request to withdraw the complaint and dismiss the proceeding. The voicemail message was an ex parte communication since it dealt with the substance of the motion to withdraw the complaint. This is an adjudicatory proceeding and ex parte communications are prohibited by Commission Rule 7.b.

In the message, Pickerell stated that the settlement was highly disputed among CISPA members because it paid CISPA's attorneys but did not provide

129259 - 1 -

any monetary payments to CISPA members. He implied that the only reason the settlement was entered into was so that CISPA's attorneys could be paid and that the attorneys had pressured CISPA into agreeing to the settlement. He also expressed displeasure with provisions in the settlement that required CISPA to end opposition to other pending proceedings before the Commission.

The message raises the question of who at CISPA gave the authorization for the settlement to be signed and whether all of CISPA's members are aware of the terms of the settlement agreement. It also raises the question of whether CISPA's attorneys have adequately represented their client's interests in this proceeding over their own monetary interests.

Accordingly, **IT IS RULED** that the California Internet Service Provider Association (CISPA) should, within three days of this ruling, provide an explanation of how CISPA gave its endorsement for the settlement, whether the endorsement was unanimous among the members, and if not, what percentage of members do not support the settlement agreement. CISPA should provide any other information necessary to explain the accusations made by Jim Pickerell, including a response to the accusation that CISPA's attorneys have not adequately represented CISPA's interests.

Dated August 15, 2002, at San Francisco, California.

/s/ DOROTHY J. DUDA
Dorothy J. Duda
Administrative Law Judge

CERTIFICATE OF SERVICE

I certify that I have by mail this day served a true copy of the original attached Administrative Law Judge's Ruling Regarding Ex Parte Contact on all parties of record in this proceeding or their attorneys of record.

Dated August 15, 2002, at San Francisco, California.

/s/ FANNIE SID
Fannie Sid

NOTICE

Parties should notify the Process Office, Public Utilities Commission, 505 Van Ness Avenue, Room 2000, San Francisco, CA 94102, of any change of address to insure that they continue to receive documents. You must indicate the proceeding number on the service list on which your name appears.